



DEFENSE FINANCE AND ACCOUNTING SERVICE

1931 JEFFERSON DAVIS HIGHWAY
ARLINGTON, VA 22240-5291

FEB 27 1998

DFAS-HQ/FMM

**MEMORANDUM FOR DIRECTOR, DEFENSE FINANCE AND ACCOUNTING SERVICE
CLEVELAND CENTER
DIRECTOR, DEFENSE FINANCE AND ACCOUNTING SERVICE
DENVER CENTER**

**SUBJECT: Update to the Department of Defense Financial Management Regulation
(DoDFMR), Volume 7, Part B, SBP Threshold Amount (DFAS Item G-50)**

This is an Interim Change R3- 98 to the DoDFMR, Volume 7B. This change is effective immediately.

We have evaluated your comments on the draft change to the DoDFMR, Volume 7B. The attached final version of the change includes your comments where appropriate. Assignment of an interim change number is your authority to initiate a procedural modification to facilitate this change.

We have determined that this policy change does not require a change to DRAS. For the Denver Center, use the attached to initiate the formal printed change to the DoDFMR.

Our point of contact, Mr. Fiti Malufau, may be contacted at DSN 327-5061 or (703) 607-5061. Our fax number is DSN 332-5271 or (703) 602-5271.

Roger W. Searce
Brigadier General, USA
Director for Finance

Attachment:
As stated

cc: DASD (MMP) (COMP)
ODGC (F)
DFAS-DE/DG
Service Liaisons
USCG/NOAA/PHS Liaisons

1. Change Table 9-8-1, rule 23 to read as follows:

R	A	B	C
U	If retired pay		
L	is based on		
E	active duty	and increased	then the SBP
	rates effective	by COLADJ	threshold is
"23	1 Jan 96	1 Dec 96--	
		Pre-8 Sep 80 Mbr: 2.5%	\$431.53
		Pre-Aug 86 Mbr:	
		Retired Jan-Mar 96 2.5%	431.53
		Retired Apr-Jun 96 1.5	427.32
		Retired Jul-Sep 96 .5	423.11
		Retired Oct-Dec 96 0	421.00
		Post-Aug 86 Mbr:	
		Retired Jan-Mar 96 1.7%	428.16
		Retired Apr-Jun 96 1.0	425.21
		Retired Jul-Sep 96 .2	421.84
		Retired Oct-Dec 96 0	421.00"

2. Add a Note to Table 9-8-1 to read:

"Note:

The Pre-8 Sep 1980 member is a member who first entered a Uniformed Service before 8 Sep 1980 and that member is entitled to retired pay base as prescribed by 10 U.S.C. 1406 using a single basic pay rate.

The Pre-Aug 1986 member is a member who first entered a Uniformed Service on or after 8 Sep 1980 but before 1 Aug 1986 and that member is entitled to retired pay base as prescribed by 10 U.S.C. 1407 using a high 36 month average.

The Post-Aug 1986 member is a member who first entered a Uniformed Service on or after 1 Aug 1986 and that member is entitled to retired pay base as prescribed by 10 U.S.C. 1407 using a high 36 month average."